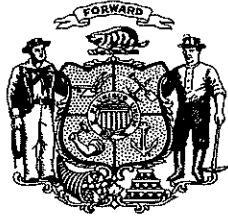


STATE OF WISCONSIN

SENATE CHAIR
Howard Marklein

316 East, State Capitol
P.O. Box 7882
Madison, WI 53707-7882
Phone: (608) 266-0703



ASSEMBLY CHAIR
Mark Born

308 East, State Capitol
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Madison, WI 53708-8953
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JOINT COMMITTEE ON FINANCE

MEMORANDUM

To: Members
Joint Committee on Finance

From: Senator Howard Marklein
Representative Mark Born

Date: December 16, 2021

Re: SWIB Report to JFC

Attached is a report investment policies, objectives and guidelines from the State of Wisconsin Investment Board, pursuant to s. 25.17(14r), Stats.

This report is being provided for your information only. No action by the Committee is required. Please feel free to contact us if you have any questions.

Attachments

HM:MB;jm



STATE OF WISCONSIN
INVESTMENT BOARD

DEC 16 2021

St. Finance

December 16, 2021

Honorable Howard Marklein, Co-Chair
Joint Committee on Finance
316 East, State Capitol
P.O. Box 7882
Madison, WI 53707

Honorable Mark Born, Co-Chair
Joint Committee on Finance
308 East, State Capitol
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Honorable Robert Cowles, Co-Chair
Joint Committee on Audit
118 South, State Capitol
P.O. Box 7882
Madison, WI 53707

Honorable Samantha Kerkman, Co-Chair
Joint Committee on Audit
315 North, State Capitol
P.O. Box 8952
Madison, WI 53708

Mr. Mike Queensland
Senate Chief Clerk
P.O. Box 7882
Madison, WI 53707

Mr. Ted Blazel
Assembly Chief Clerk
Room 401, 17 West Main Street
Madison, WI 53703

Subject: Investment Policies, Objectives and Guidelines

Members of the Legislature:

Pursuant to Section 25.17(14r) of the Wisconsin Statutes, I want to advise you that since our last report on June 25, 2021 there were some revisions to the SWIB Investment Committee (IC) Wisconsin Retirement System (WRS) Investment Guidelines.

At its October 26, 2021 meeting, the Investment Committee approved amendments to the SWIB IC WRS Investment Guidelines, which included:

- Modifying the guidelines to reflect the transfer of risk management functions within SWIB from the Asset & Risk Allocation Division to the newly created Risk Management Division; and
- Clarifying that, consistent with co-investments in other portfolios, co-investments in the hedge fund portfolio require consultant review only when SWIB is the lead investor.

These amendments were reported to the Board of Trustees at its December 15, 2021 meeting.

STATE OF WISCONSIN INVESTMENT BOARD

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If you have questions on any of the changes, please contact me.

Sincerely,

A handwritten signature in black ink, appearing to read "Rochelle Klaskin". The signature is fluid and cursive, with the first name "Rochelle" and last name "Klaskin" clearly distinguishable.

Rochelle Klaskin
Deputy Executive Director/Chief Administrative Officer

cc: Jay Risch, SWIB Government Relations Liaison
Members, Joint Committee on Audit
Members, Joint Committee on Finance
Joe Chrisman, Legislative Audit Bureau
Robert Lang, Legislative Fiscal Bureau